

1-1 By: Thierry, Alvarado, Johnson of Harris H.B. No. 3919
1-2 (Senate Sponsor - Whitmire)
1-3 (In the Senate - Received from the House May 10, 2017;
1-4 May 11, 2017, read first time and referred to Committee on
1-5 Intergovernmental Relations; May 19, 2017, reported adversely,
1-6 with favorable Committee Substitute by the following vote: Yeas 4,
1-7 Nays 3; May 19, 2017, sent to printer.)

1-8 COMMITTEE VOTE

1-9		Yea	Nay	Absent	PNV
1-10	Lucio	X			
1-11	Bettencourt		X		
1-12	Campbell	X			
1-13	Garcia	X			
1-14	Huffines		X		
1-15	Menéndez	X			
1-16	Taylor of Collin		X		

1-17 COMMITTEE SUBSTITUTE FOR H.B. No. 3919 By: Garcia

1-18 A BILL TO BE ENTITLED
1-19 AN ACT

1-20 relating to the eligibility of certain municipalities to establish
1-21 homestead preservation districts and reinvestment zones and to
1-22 certain regulatory prohibitions applicable in those districts and
1-23 zones.

1-24 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-25 SECTION 1. Section 214.905, Local Government Code, is
1-26 amended by adding Subsection (b-1) to read as follows:

1-27 (b-1) Subsection (b)(2) does not apply to a municipality
1-28 described by Section 373A.003(a)(2) in relation to a requirement
1-29 described by Subsection (a) that is proposed for an area served
1-30 under the provisions of Chapter 373A.

1-31 SECTION 2. Section 373A.002, Local Government Code, is
1-32 amended by amending Subdivision (3-a) and adding Subdivision (3-b)
1-33 to read as follows:

1-34 (3-a) "Low income household" means a household with a
1-35 gross income of not greater than 80 percent of the area median
1-36 family income, adjusted for household size, for the metropolitan
1-37 statistical area in which the municipality is located, as
1-38 determined annually by the United States Department of Housing and
1-39 Urban Development.

1-40 (3-b) "Project costs" has the meaning assigned by
1-41 Section 311.002(1), Tax Code.

1-42 SECTION 3. Section 373A.003(a), Local Government Code, is
1-43 amended to read as follows:

1-44 (a) This chapter applies to:

1-45 (1) a municipality with a population of more than
1-46 750,000 that is located in a uniform state service region with fewer
1-47 than 550,000 occupied housing units as determined by the most
1-48 recent United States decennial census; and

1-49 (2) a municipality with a population of two million or
1-50 more.

1-51 SECTION 4. Section 373A.052, Local Government Code, is
1-52 amended by amending Subsection (a) and adding Subsection (a-1) to
1-53 read as follows:

1-54 (a) To be designated as a district within a municipality
1-55 described by Section 373A.003(a)(1) [~~373A.003(a)~~] under this
1-56 subchapter, an area must be composed of census tracts forming a
1-57 spatially compact area with:

1-58 (1) fewer than 75,000 residents;

1-59 (2) an overall poverty rate that is at least two times
1-60 the poverty rate for the entire municipality; and

2-1 (3) in each census tract within the area, a median
2-2 family income that is less than 80 percent of the median family
2-3 income for the entire municipality.

2-4 (a-1) To be designated as a district within a municipality
2-5 described by Section 373A.003(a)(2) under this subchapter:

2-6 (1) an area must be composed of census tracts forming a
2-7 spatially compact area; and

2-8 (2) the governing body of the municipality must make
2-9 findings by resolution that:

2-10 (A) the area will benefit from the inclusion of
2-11 low income households;

2-12 (B) low-income and moderate-income homeowners
2-13 within the area are at risk of losing their homesteads through
2-14 displacement; and

2-15 (C) the designation will serve one or more
2-16 purposes outlined by this chapter.

2-17 SECTION 5. Section 373A.203(6), Local Government Code, is
2-18 repealed.

2-19 SECTION 6. This Act takes effect September 1, 2017.

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